



LLOYDS BANKING GROUP EQUATOR PRINCIPLES 2009 REPORT

LLOYDS BANKING GROUP IS A SIGNATORY TO THE EQUATOR PRINCIPLES. THE EQUATOR PRINCIPLES ARE VOLUNTARY GUIDELINES FOR THE FINANCIAL INDUSTRY TO MANAGE SOCIAL AND ENVIRONMENTAL ISSUES IN PROJECT FINANCING.

During 2009 we implemented a harmonised groupwide approach to monitoring and reporting Equator Principles transactions, and training colleagues on the Equator Principles. An Equator Principles Review Group has been formed, comprising experts from both Risk and Project Finance teams, and supported by external environmental consultants. This Group is responsible for reviewing all new Equator Principle transactions, to ensure that each transaction is compliant and is consistent with the Group Environmental Risk Policy, prior to being sanctioned.

The table below shows Equator Principles reporting for Lloyds Banking Group from January to December 2009:

DEALS	A	B	C	TOTAL
Completed	-	7	7	14
In Progress	-	4	1	5
Not Completed	-	1	0	1
	0	12	8	20

Geography of completed transactions

	A	B	C	TOTAL
US	-	2	2	4
Europe	-	4	5	9
Middle East	-	1	0	1
	0	7	7	14

INDUSTRY of Completed Transactions

	NO.	£M
Renewables	4	£89.51
Infrastructure	7	£375.83
Energy and Utilities	3	£71.55
	14	£536.89